

# Illinois Department on Aging

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## **Fiscal Year 2006 Budget Briefing**

February 16, 2005

Rod Blagojevich, Governor  
Charles D. Johnson, Director

# Budget Highlights

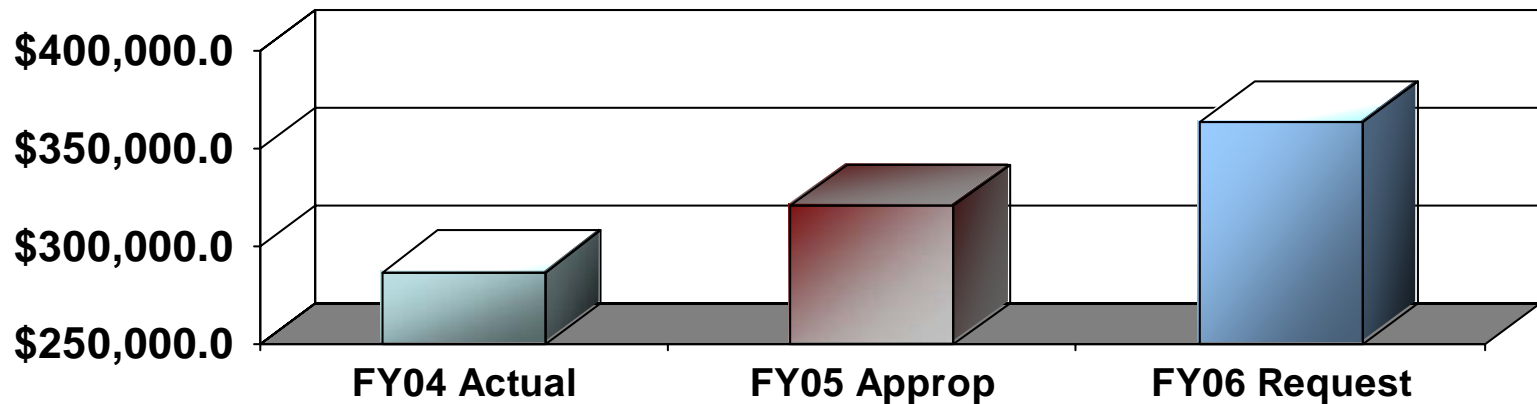
- The Governor's FY06 request for the Department is a maintenance budget, except for funds to cover CCP natural growth and rate increases committed to in FY05. The Introduced Budget includes:
  - Full funding for the Elder Abuse provider rate increase that took effect 10/1/04, and
  - Funds to annualize the recent homemaker rate increase.
- The Governor's request also includes additional spending authority to reflect the Medicare Modernization Act federal grant for outreach to those receiving state pharmaceutical assistance.

# FY06 Agency Budget

## General Revenue Funds (in thousands)

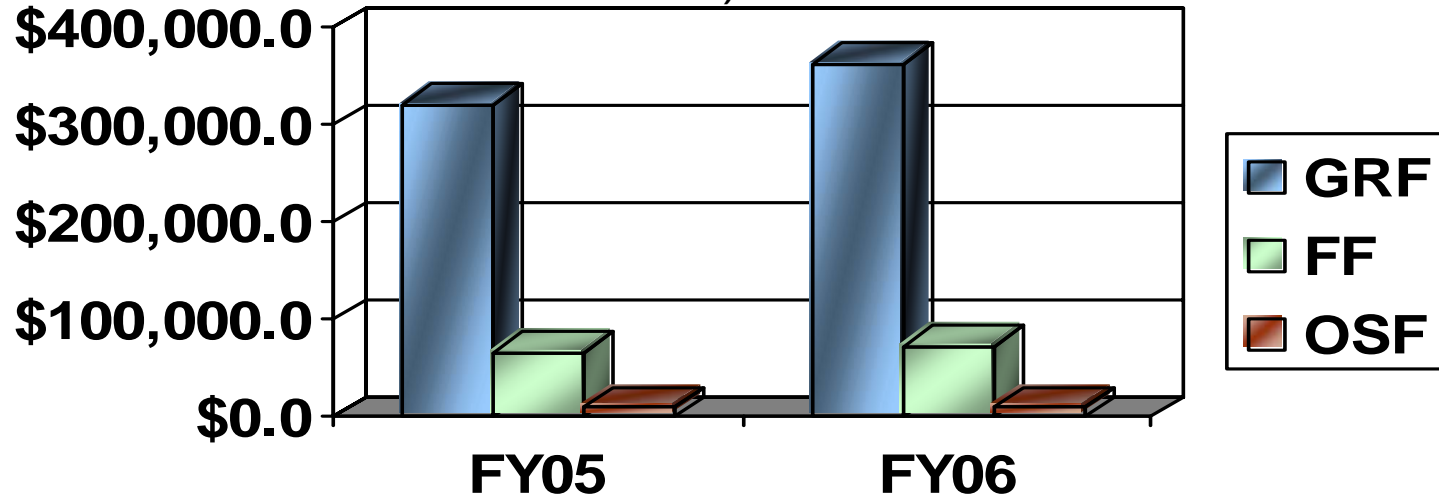
- FY04 Actual Expenditures \$286,673.4
- FY05 Appropriation \$320,956.0\*
- FY06 Budget Request \$363,666.5

\*Supplemental appropriation needed to meet current spending commitments.



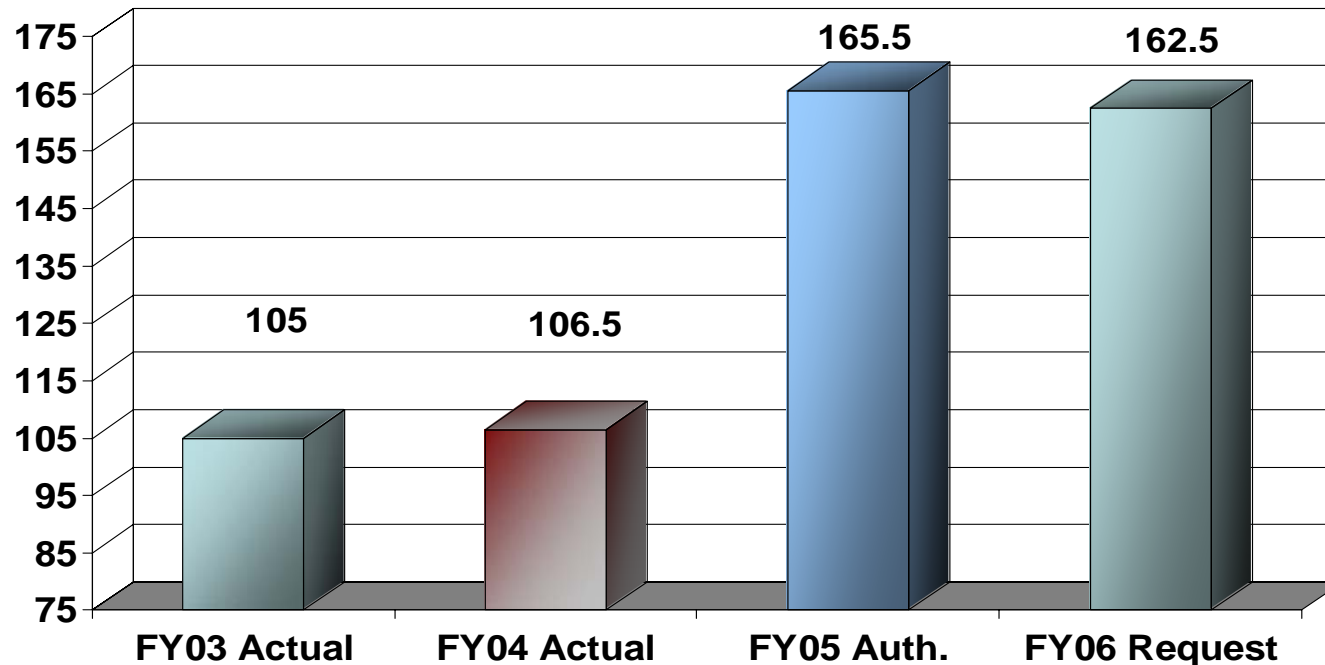
# Agency Budget Summary

(Amounts shown in thousands of dollars)



	FY05	FY06
All Funds	\$397,111.5	\$446,314.9
General Revenue	320,956.9	363,666.5
Federal Funds	66,118.7	72,618.7
Other State Funds	10,035.9	10,035.9

# Headcount



The funded headcount for the department in FY06 is 162.5, a reduction of 3 full time positions including the headcount transfer for the Circuit Breaker Pharmaceutical Assistance Program on July 1, 2005. The decrease in funded headcount is due to early retirees in December of FY05.

# Illinois Department on Aging

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**Fiscal Year 2006  
Program Highlights**

# Home and Community Services

- Home- and Community-Based Services cover the Community Care Program (CCP) and related services.
- CCP provides case management, homemaker and adult day services to eligible seniors age 60+ who qualify for nursing home services.

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# Home and Community Services

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- **The Community Care Program is supported by state General Revenue Funds that are partially reimbursed (approx. 25%) through a federal Title XIX Medicaid Home- and Community-Based Services Waiver.**
- **The program is projected to serve an average monthly caseload of 41,631 seniors in FY06, an increase of 2.6% over 2005.**



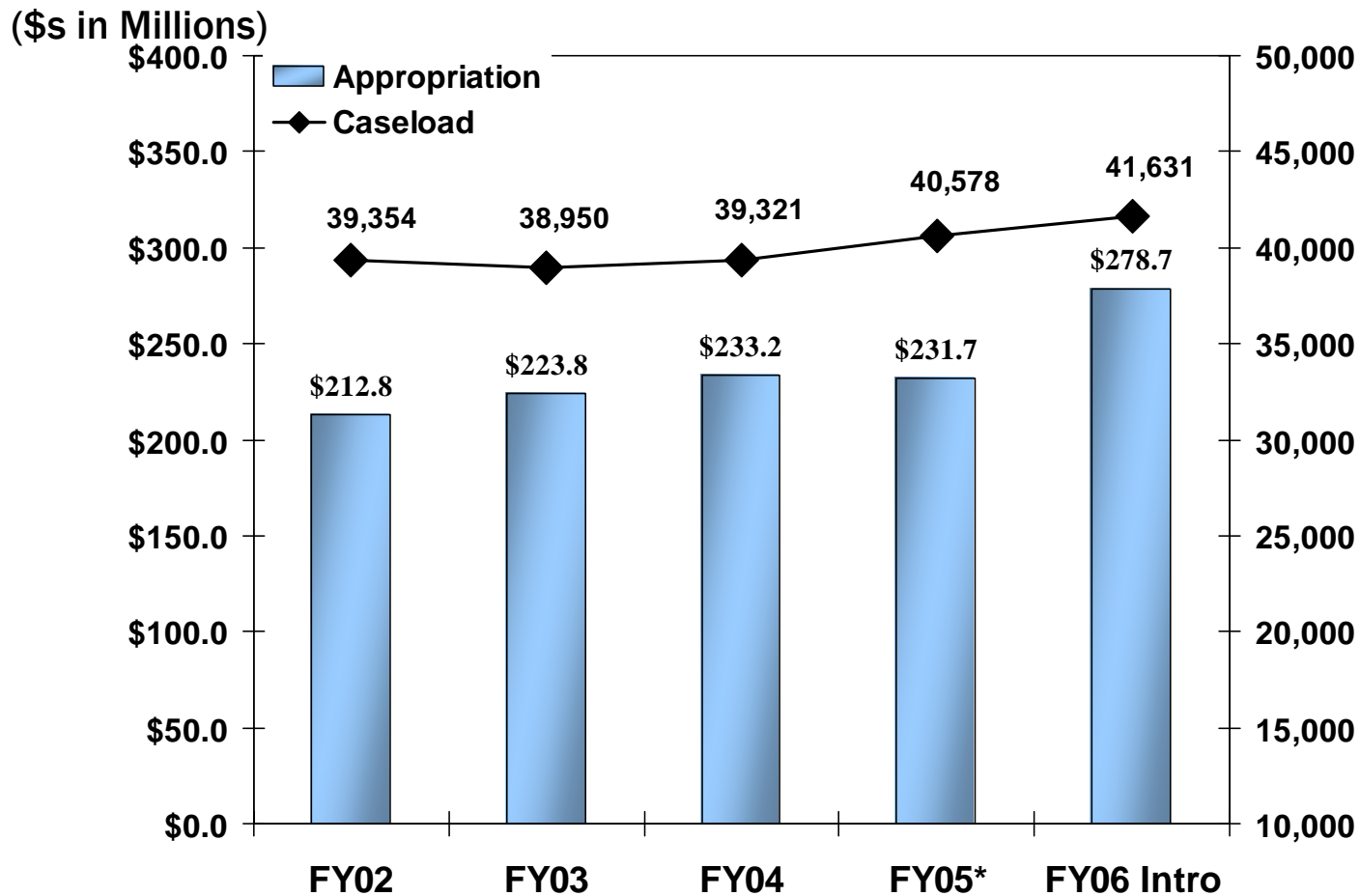
# CCP Budget Change

(\$ in 000s)

Program	FY05 Appropriation*	FY06 Introduced Budget	From FY06 Introduced Over FY05 Appropriation	
			\$	%
Homemaker	\$188,619.6	\$234,564.5	\$45,944.9	24.4
CCU	27,278.0	27,877.8	599.8	2.2
ADS	15,852.0	16,276.1	424.1	2.7
<b>Total</b>	<b>\$231,749.6</b>	<b>\$278,718.4</b>	<b>\$46,968.8</b>	<b>20.3%</b>

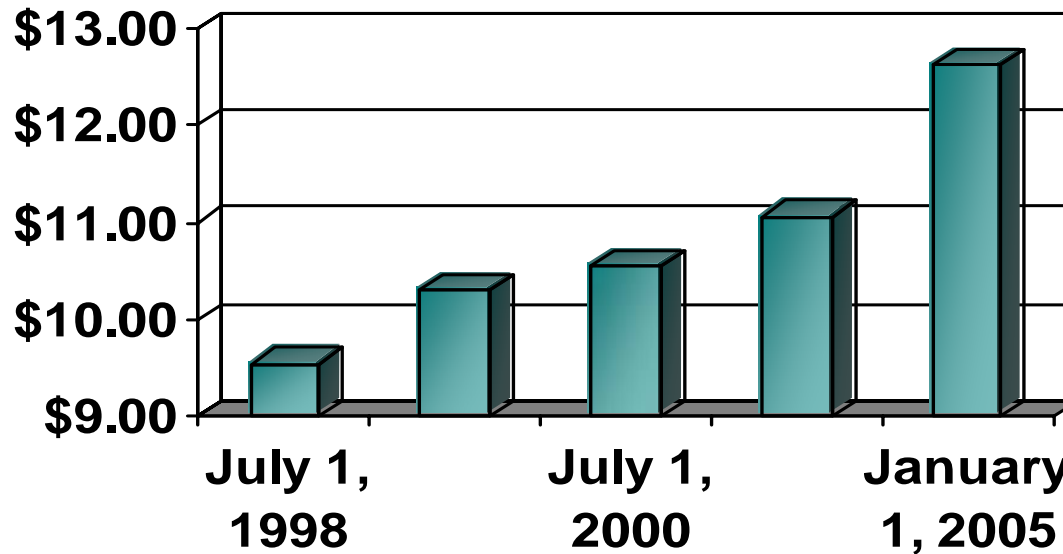
\*Supplemental appropriation needed to meet current commitments.

# CCP Appropriation & Caseload History



\*Supplemental appropriation needed to meet current spending commitments.

# Homemaker Rate History



Effective Date	Hourly Rate	% Increase
January 1, 2005	\$12.62	14.1%
January 1, 2003	\$11.06	4.7%
July 1, 2000	\$10.56	2.5%
July 1, 1999	\$10.30	7.9%
July 1, 1998	\$9.55	

# Illinois Department on Aging

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**Fiscal Year 2006  
Circuit Breaker  
Pharmaceutical  
Assistance Program**



# Pharmaceutical Assistance Programs

Program (\$ in 000s)	FY05 Enacted Approp	FY06 Introduced Budget	\$ and % Change	
Circuit Breaker Pharmaceutical Assistance - GRF	\$57,284.9	\$51,978.6	(\$5,306.3)	-9.3%
Circuit Breaker Pharmaceutical Refunds – GRF	\$146.6	\$146.0	(\$0.6)	-0.4%
Circuit Breaker – TSRF	\$8,890.9	\$8,890.9	\$0.0	0.0%
<b>TOTAL</b>	<b>\$66,322.4</b>	<b>\$61,015.5</b>	<b>(\$5,306.9)</b>	<b>-8.0%</b>

# Pharmaceutical Assistance Programs

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- Under the Blagojevich Administration, Illinoisans have benefited from programs designed to assist them with high cost prescription drugs, e.g. SeniorCare, Illinois Pharmaceutical Assistance Program (Circuit Breaker), Illinois Rx Buying Club and I-Save Rx.
- In January 2006, the new Medicare prescription drug program will begin. The Department of Healthcare and Family Services (formerly Department of Public Aid) and Department on Aging will work together on outreach and will be integrating SeniorCare and Pharmaceutical Assistance with Medicare Part D.

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# Pharmaceutical Assistance Programs

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- **“Wrap around” coverage will be provided to SeniorCare and IPAP enrollees so they receive assistance with the extra costs of the Medicare program, such as premium costs, co-insurance, the Medicare “donut” and deductible.**
- **Those not covered by Medicare will continue to receive the same benefits they currently receive under either program.**

# Illinois Department on Aging

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**Fiscal Year 2006  
Community Support,  
Elder Rights and  
Employment Services**

## **FY06 Community Support Services**

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- **The Community Support Services are funded under Title III of the Older Americans Act (OAA) through an intrastate funding formula.**
- **These social services and nutritional programs include access to home delivered meals, case management, information and assistance, legal assistance, caregiver services and health promotion and disease prevention.**

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# Community Support Services

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- The state distributes OAA funds to 13 Area Agencies on Aging, which in turn contract with 268 service providers to provide local services.
- The Older Americans Act programs serve 575,000, or 30.2% of Illinois' 1.9 million seniors age 60 and older.

# **FY06 Community Support Services**

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## **FY06 is a Maintenance Budget**

<b>Supportive Services</b>	<b>\$27,164,000</b>
<b>Nutrition Services</b>	<b>24,475,800</b>
<b>NSIP (USDA)</b>	<b>6,500,000</b>
<b>Employment (Title V)</b>	<b>3,397,000</b>

# **FY06 Community Support Services**

**(GRF & OSF)**

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<b>AAA Planning and Service Grants</b>	<b>\$2,241,700</b>
<b>Community-Based Services (CBS)</b>	<b>3,062,300</b>
<b>CBS – AAA Equal Distribution</b>	<b>1,955,000</b>
<b>Home Delivered Meals</b>	<b>6,969,600</b>
<b>Senior Health Assistance Programs (TSRF)</b>	<b>1,100,000</b>
<b>Ombudsman</b>	<b>391,000</b>
<b>Employment (SESP)</b>	<b>264,300</b>

## **FY06 Community Support Services**

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<b>Retired and Senior Volunteer Program</b>	<b>\$782,000*</b>
<b>Foster Grandparents Program</b>	<b>342,100</b>
<b>“Red Tape” Cutters</b>	<b>855,300</b>
<b>Grandparents Raising Grandchildren and other Intergenerational Programs</b>	<b>266,300</b>
<b>Senior HelpLine</b>	<b>468,400</b>

**\*Reduced by \$20,000 from FY05 due to one-time legislative add-on removal.**

# **FY06 Elder Abuse and Neglect Program**

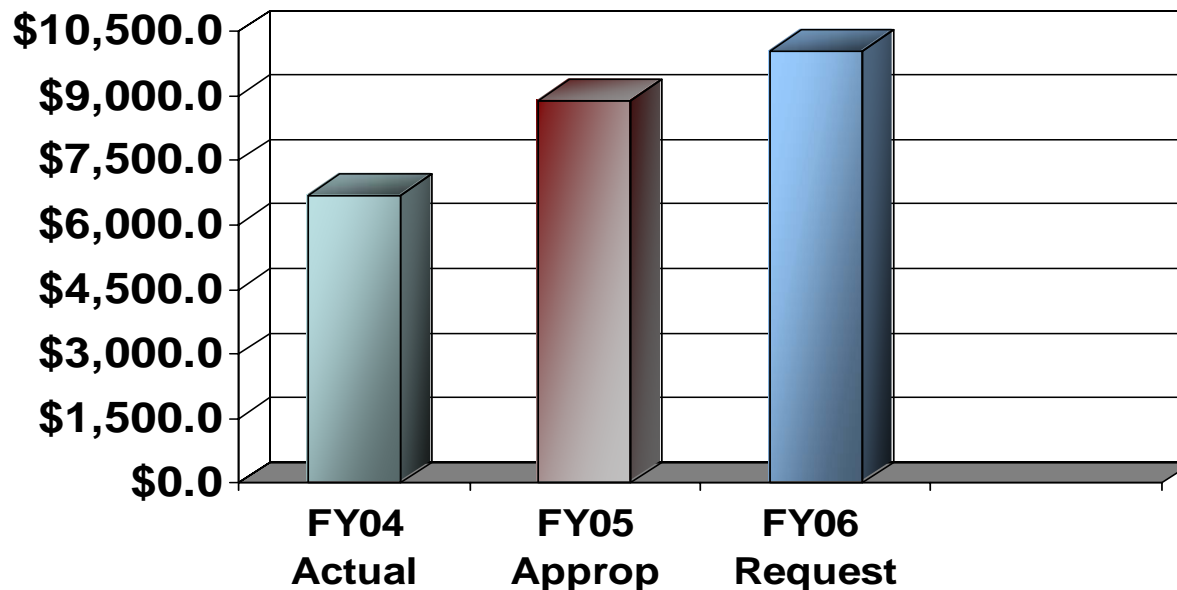
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- The Elder Abuse and Neglect Program is a state mandated program that responds to and investigates reports of abuse, neglect and financial exploitation of persons age 60+ who live in the community.
- The program is administered through the Area Agencies on Aging, which designate 43 local agencies to provide services statewide.
- The FY06 budget request includes \$10,041.4 to respond to an estimated 9,605 reports.

# FY06 Elder Abuse and Neglect Program

## General Revenue Funds (in thousands)

- FY04 Actual Expenditures \$6,690.1
- FY05 Appropriation 8,898.2
- FY06 Budget Request 10,041.4



# Long Term Care Reform

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- The Department will continue to lead the state's effort to reform long term care.
- The Older Adult Services Advisory Committee will continue to meet, identify a vision, establish goals and develop a plan to transform long term care in Illinois.
- The Department will work with sister agencies to fulfill expectations under SB 2880.

# Long Term Care Reform

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- The Department will maintain its commitment to:
  - enhanced transition for nursing home residents,
  - Aging and Disability Resource Centers,
  - consumer direction under the Cash and Counseling demonstration grant, and
  - improve and expand service options to support frail seniors and their caregivers.